§ 17.47

(3) For the purpose of this paragraph (f) the claimant's total loss is to be determined without regard to the \$6,500 maximum set forth above. However, if the resulting amount, after making this deduction, exceeds \$6,500, the claimant will be allowed only \$6,500.

§17.47 Settlement of claims.

- (a) The General Counsel, HUD, is authorized to settle (consider, ascertain, adjust, determine, and dispose of, whether by full or partial allowance or disallowance) any claim under this subpart.
- (b) The General Counsel may formulate such procedures and make such redelegations as may be required to fulfill the objectives of this subpart.
- (c) The General Counsel shall conduct such investigation as may be appropriate in order to determine the validity of a claim.
- (d) The General Counsel shall notify a claimant in writing of action taken on his claim, and if partial or full disallowance is made, the reasons therefor
- (e) In the event a claim submitted against a carrier under §17.46 has not been settled before settlement of the claim against the Government pursuant to this subpart, the General Counsel shall notify such carrier or insurer to pay the proceeds of the claim to HUD to the extent HUD has paid such to claimant in settlement.

§17.48 Computation of amount of award.

- (a) The amount allowed for damage to or loss of any item of property may not exceed the cost of the item (either the price paid in cash or property, or the value at the time of acquisition if not acquired by purchase or exchange); and there will be no allowance for replacement cost or for appreciation in the value of the property. Subject to these limitations, the amount allowable is either:
- (1) The depreciated value, immediately prior to the loss or damage, of property lost or damaged beyond economical repair, less any salvage value; or
- (2) The reasonable cost of repairs, when property is economically repairable, provided that the cost of repairs

does not exceed the amount allowable under paragraph (a)(1) of this section.

- (b) Depreciation in value is determined by considering the type of article involved, its cost, its condition when damaged or lost, and the time elapsed between the date of acquisition and the date of damage or loss.
- (c) Replacement of lost or damaged property may be made in kind whenever appropriate.

§17.49 Attorney's fees.

No more than 10 per centum of the amount paid in settlement of each individual claim submitted and settled under this subpart shall be paid or delivered to or received by any agent or attorney on account of services rendered in connection with that claim.

§17.50 Claims procedures.

- (a) Claims by, or on behalf of, employees of field offices shall be filed in writing with the appropriate Regional Counsel. Claims by, or on behalf of, employees of Department Headquarters shall be filed in writing with the General Counsel, Department of Housing and Urban Development, 451 7th Street, SW., Washington, DC 20410.
- (b) Each written claim shall contain, as a minimum:
- (1) Name, address, place of employment of claimant.
 - (2) Place and date of loss or damage.
- (3) A brief statement of the facts and circumstances surrounding loss or damage.
- (4) Cost, date, and place of acquisition of each piece of property lost or damaged.
- (5) Two itemized repair estimates, or value estimates, whichever is applicable.
- (6) Copies of police reports, if applicable.
- (7) With respect to claims involving thefts or losses in quarters or other places where the property was reasonably kept, a statement as to what security precautions were taken to protect the property involved.
- (8) With respect to claims involving property being used for the benefit of the Government, a statement by the employee's supervisor evidencing that the claimant was required to provide